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OIL CONSERVATION DIVISION STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

APPLICATION OF SAMSON RESOURCES COMPANY FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

Case No. 13130

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by Samson Resources Company as required by the Oil Conservation Division.

APPEARANCES

APPLICANT

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Samson Resources Company Suite 1170 200 North Lorraine Midland, Texas 79701

APPLICANT'S ATTORNEY

James Bruce Post Office Box 1056 Santa Fe, New Mexico 87504 (505) 982-2043

Attention: Peggy Kerr (432) 683-7063

OPPONENT

OPPONENT'S ATTORNEY

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STATEMENT OF THE CASE

APPLICANT

Applicant seeks an order pooling all mineral interests from the surface to the base of the Morrow formation underlying Lots 9, 10, 15, 16, and the SE¼ of Section 4, Township 16 South, Range 27 East, NMPM to form a standard 320-acre gas spacing and proration unit for any and all formations and/or pools developed on 320-acre spacing within that vertical extent, including but not limited to the Undesignated Diamond Mound-Wolfcamp Gas Pool, Undesignated Diamond Mound-Atoka Gas Pool, and Undesignated Diamond Mound-Morrow Gas Pool. The unit will be dedicated to applicant's Banshee "4" Fed. Com. Well No. 1, to be drilled at an orthodox location in Lot 16 (Unit P) of Section 4. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a charge for the risk involved in drilling and completing the well. محنته مارمو

OPPONENT

PROPOSED EVIDENCE

APPLICANT

<u>WITNESSES</u> Peggy Kerr	<u>EST. TIME</u> 10 min.	<u>EXHIBITS</u> 1. Land plat 2. Correspondence
(landman)		 Correspondence AFE Notice affidavit
(geologist)	15 min.	 Structure map Isopach
		3. Cross-section
(engineer)	10 min.	1. Economics data
01717		

OPPONENT

<u>WITNESSES</u>

<u>EST. TIME</u>

EXHIBITS

PROCEDURAL MATTERS

-None-

Respectfully submitted, UL.

James Brúce Post Office Box 1056 Santa Fe, New Mexico 87504 (505) 982-2043

Attorney for Samosn Resources Company